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ORDINANCE AUTHORIZING AND PROVIDING
FOR THE ISSUANCE BY THE CITY OF FORT
WAYNE, INDIANA OF ITS VARIABLE RATE
DEMAND ECONOMIC DEVELOPMENT REVENUE
REFUNDING BONDS SERIES 1995
(CRAFTLINE ACQUISITION CORP.
PROJECT) IN A PRINCIPAL AMOUNT NOT
TO EXCEED \$1,375,000 FOR THE PURPOSE
OF REFUNDING THE PRIOR OBLIGATIONS
OF THE CITY ISSUED FOR THE BENEFIT
OF CRAFTLINE ACQUISITION CORP.
AUTHORIZING THE EXECUTION, DELIVERY
AND PERFORMANCE OF A LOAN AGREEMENT,
AN INDENTURE OF TRUST AND RELATED
DOCUMENTS WITH RESPECT TO SAID
BONDS; AND AUTHORIZING AND
PRESCRIBING OTHER MATTERS PERTAINING
TO THE ISSUANCE OF SAID BONDS.

WHEREAS, the City of Fort Wayne, Indiana (the "Issuer"), is authorized and empowered by the Indiana Code 36-7-12, as supplemented and amended (the "Act"), to finance any land, building or other improvement suitable for industrial, commercial or manufacturing enterprises for the purposes set forth in the Act; and

WHEREAS, under the Act, the Issuer is empowered to refund revenue bonds so issued from time to time by the issuance of additional revenue bonds of the Issuer; and

WHEREAS, Craftline Acquisition Corp., an Indiana corporation, (the "Developer"), has acquired, constructed and equipped certain manufacturing facilities (the "Project"), located in Fort Wayne, Indiana, and the Issuer, in order to finance a portion of the costs of the Project pursuant to the provisions of the Act, heretofore has issued and sold its Economic Development Revenue Bonds (Craftline Acquisition Corp Project) Series 1990, in the principal amount of \$2,000,000 (the "Prior Bonds") which are now outstanding in the principal amount of \$1,375,000; and

WHEREAS, the Developer now proposes to cause the Prior Bonds to be redeemed and, in order to permit interest cost savings anticipated by the Developer and in furtherance of the purposes set forth in the Act, the Issuer wishes to refund the Prior Bonds by the sale and issuance of its refunding revenue bonds, and authorizing such actions as might be required to implement such stated intention; and

WHEREAS, this Common Council is the elected legislative body of Fort Wayne, Indiana and is the applicable elected representative required to approve the issuance of the hereinafter-described Bonds within the meaning of Section 147(f) of the Internal Revenue Code of 1986, as amended; and

WHEREAS, the Fort Wayne Economic Development Commission has performed all action required by it of the Act preliminary to the adoption of this Bond Ordinance and has approved and forwarded to this Common Council forms of the documents referred to in the following paragraphs; and

1 WHEREAS, pursuant to and in accordance with the
2 provisions of the Act, the Issuer is now prepared to
3 proceed with the refunding of the Prior Bonds and to
4 issue and sell its Variable Rate Demand Economic
5 Development Revenue Refunding Bonds Series 1995
6 (Craftline Acquisition Corp. Project) in a principal
7 amount not to exceed \$1,375,000 (the "Bonds") pursuant to
8 the following:

- 9
- 10 (a) Loan Agreement dated as of August 1, 1995
11 (the "Agreement") between the Issuer and
12 the Developer, including the Promissory
13 Note (the "Note") of the Developer issued
14 thereunder;
- 15 (b) Trust Indenture dated as of August 1,
16 1995 (the "Indenture") from the Issuer to
17 the trustee named therein (the
18 "Trustee"); and

19 WHEREAS, forms of the Agreement and the Indenture
20 have been presented to and are before this meeting; and

21 WHEREAS, the Act and all documents to be signed by
22 the Issuer provide that the Bonds shall never constitute
23 the debt or indebtedness of the Issuer within the meaning
24 of the constitution or statutes of the State of Indiana,
25 and shall not constitute nor give rise to a pecuniary
26 liability of the Issuer or a charge against its general
27 credit or taxing powers and that the Bonds will be
28 payable from and secured only by the revenues arising
29 from the pledge and assignment under the Indenture and
30 the Issuer's rights under the Agreement.

31 NOW, THEREFORE, BE IT ORDAINED, by the Common
32 Council of the City of Fort Wayne, Indiana, as follows:

33 Section 1. Pursuant to the Act, this Common Council
34 does hereby authorize the refunding of the Prior Bonds in
35 accordance with the terms of the Agreement and the
36 Indenture and does hereby determine it is in furtherance
37 of the public purposes set forth in the Act and that,
38 therefore, providing continued financing by refunding the
39 Prior Bonds issued to finance the Project through the
40 issuance and sale of the Bonds is in the public interest.

41 Section 2. To refund in whole the outstanding
42 principal amount of the Prior Bonds, the Issuer does
43 hereby authorize the issuance of its revenue refunding
44 bonds under the Act, to be designated Variable Rate Demand
45 Economic Development Revenue Refunding Bonds Series, 1995
46 (Craftline Acquisition Corp. Project), in a principal
47 amount not to exceed \$1,375,000. The Bonds will be
48 subject to a mandatory sinking fund requirement as set
49 forth in the Indenture and will have a stated maturity
50 date of September 1, 2004. Interest on the bonds shall
51 be payable on the first date of each month of each year
52 payable on the first day of each February, May, August
53 and November of each year commencing November 1, 1995, at
54 the place and in the medium provided in the Indenture and
55 semi-annually thereafter. The Bonds shall bear interest
56 in seven (7) day adjustable mode at an initial rate of
57 between 2% and 7%. The Bonds shall be dated, shall be
58 substantially in the form and in the denominations and
59 shall have the terms and provisions (including, without
60 limitation, provisions relating to their registration,
61 authentication and redemption) provided for in this
62 Ordinance and in the Indenture.

1 Section 3. The Bonds are to be issued in accordance
2 with and pursuant to the Agreement and in the Indenture.
3 The Agreement provides for the issuance of the Bonds
4 pursuant to the Indenture solely for the purpose of
5 refunding the Prior Bonds. The Bonds are to be secured
6 solely and only by a pledge and assignment to the Trustee
7 of rights of the Issuer under the Agreement (except
8 certain rights to indemnification and expenses of the
9 Issuer) and the Note of the Developer. The Agreement
10 further provides for certain representations and
11 warranties by the Issuer and the Developer, for certain
affirmative covenants, and or remedies in connection with
the failure to perform certain covenants thereunder. The
Indenture specifically provides that no provision of the
Bonds shall constitute the debt or indebtedness of the
Issuer within the meaning of any provision or limitation
of the constitution or statutes of the State of Indiana,
and shall not constitute nor give rise to a pecuniary
liability of the Issuer or a charge against its general
credit or taxing powers. Recourse on the Bonds executed
and delivered by the Issuer pursuant to the Agreement and
the Indenture may be had only against the security for
the Bonds as provided therein and in the Agreement and
the Indenture.

12 Section 4. The Mayor of the Issuer is hereby
13 authorized, empowered and directed to execute the Bonds
14 by his or her manual or facsimile signatures and the City
15 Clerk of the Issuer is hereby authorized, empowered and
16 directed to attest the Bonds by his or her manual or
facsimile signature, and the official seal of the Issuer
or the facsimile thereof shall be affixed thereto or
imprinted thereon, and the Mayor and the City Clerk of
the Issuer shall cause the Bonds, as so executed and
attested, to be delivered to the Trustee under the
Indenture. In case any official whose signature should
appear on any Bonds shall cease to be such official
before the delivery of such Bonds, such signature shall
nevertheless be valid and sufficient for all purposes,
the same as if he or she had remained in the office until
delivery.

21 Section 5. The Issuer has no obligation with
22 respect to the Project except as authorized hereby, and
23 all costs, expense, taxes, governmental charges and fees
and charges with respect to the Project shall be paid by
the Developer.

24 Section 6. The Indenture is hereby approved in
25 substantially the form submitted to this meeting, and the
26 Mayor and the City Clerk of the Issuer are hereby
27 authorized and directed to execute, acknowledge and
deliver the Indenture with such changes therein as shall
be approved by such persons executing any such documents,
28 and without the need for further approval of this
Council, their execution to constitute conclusive
evidence of such approval, and the City Clerk is hereby
29 authorized and directed to affix to the Indenture the
corporate seal of the Issuer.

30 Section 7. The appointment of Norwest Bank,
31 Indiana, National Association as Trustee and Paying Agent
pursuant to the Indenture is hereby approved.

32 Section 8. The Loan Agreement is hereby approved in
substantially the form submitted to this meeting, and the
Mayor and the City Clerk of the Issuer are hereby
authorized and directed to execute, acknowledge and
deliver the Loan Agreement with such changes therein as
shall be approved by such persons executing such document

and without the need for the further approval of this Council, their execution to constitute conclusive evidence of such approval, and the City Clerk is hereby authorized and directed to affix to the Loan Agreement the corporate seal of the Issuer.

Section 9. The authorized officials of the Issuer are hereby empowered and directed to execute and deliver the Placement Agreement, Arbitrage Certificate, Private Placement Memorandum and all other documents and instruments which may be required in connection with the issuance and delivery of the Bonds. For purposes of this section "authorized officials of the Issuer" shall mean the Mayor or the City Clerk of the Issuer.

Section 10. It is the intention of the Common Council that this Ordinance shall constitute the approval of said Common Council under Section 147(f) of the Internal Revenue Code of 1986, as amended.

Section 11. If any provisions of this Resolution shall be held or deemed to be or shall, in fact, be illegal, inoperative or unenforceable, the same shall not affect any other provision herein contained or render the same invalid, inoperative or unenforceable to any extent whatever; provided that no holding of invalidity shall require the Issuer to make any payments from revenues other than those derived from the Agreement and the Note in the Indenture.

Section 12. No recourse shall be had for the payment of the principal of and interest on the Bonds or for any claim based thereon or upon any obligation, covenant or agreement contained in the Agreement or the Indenture against any past, present or future member, officer or employee of the Issuer, or any incorporator, member, officer, employee, director or trustee of any successor entity, as such, either directly or through the Issuer or any successor entity, under any rule of law or equity, statute or constitution or by the enforcement of any assessment or penalty or otherwise.

Section 13. All resolutions and regulations or parts thereof heretofore adopted or passed which are in conflict with any of the provisions of this Ordinance are, to the extent of such conflict, hereby repealed.

Section 14. That this Ordinance shall be in full force and effect from and after its passage and any and all necessary approval by the Mayor.

Edmund P. Heney
Council Member

APPROVED AS TO FORM
AND LEGALITY

J. Timothy McCaulay
J. Timothy McCaulay

Read the first time in full and on motion by Henry, seconded by _____, and duly adopted, read the second time by title and referred to the Committee on Finance (and the City Plan Commission for recommendation) and Public Hearing to be held after due legal notice, at the Common Council Conference Room 128, City-County Building, Fort Wayne, Indiana, on _____, the _____ day of _____, 19_____, at _____ o'clock M., E.S.T.

DATED: 7-25-95

Sandra E. Kennedy

SANDRA E. KENNEDY, CITY CLERK

Read the third time in full and on motion by Henry, seconded by _____, and duly adopted, placed on its passage. PASSED LOST by the following vote:

	AYES	NAYS	ABSTAINED	ABSENT
TOTAL VOTES	<u>7</u>			<u>2</u>
BRADBURY	<u>✓</u>			
EDMONDS				<u>✓</u>
GiaQUINTA				<u>✓</u>
HENRY	<u>✓</u>			
LONG	<u>✓</u>			
LUNSEY	<u>✓</u>			
RAVINE	<u>✓</u>			
SCHMIDT	<u>✓</u>			
TALARICO	<u>✓</u>			

DATED: 8-22-95

Sandra E. Kennedy

SANDRA E. KENNEDY, CITY CLERK

Passed and adopted by the Common Council of the City of Fort Wayne, Indiana, as (ANNEXATION) (APPROPRIATION) (GENERAL), (SPECIAL) (ZONING) ORDINANCE RESOLUTION NO. J.53-95 on the 22nd day of August, 1995

ATTEST:

(SEAL)

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Don J. Schmidt
PRESIDING OFFICER

Presented by me to the Mayor of the City of Fort Wayne, Indiana, on the 23rd day of August, 1995, at the hour of 11:00 o'clock A.M., E.S.T.

Sandra E. Kennedy
SANDRA E. KENNEDY, CITY CLERK

Approved and signed by me this 24th day of August, 1995, at the hour of 8:15 o'clock A.M., E.S.T.

PAUL HELMKE
PAUL HELMKE, MAYOR

BILL NO. S-95-07-11 (as amended)

REPORT OF THE COMMITTEE ON
FINANCE
THOMAS C. HENRY - CHAIR
MARK E. GIAQUINTA - VICE CHAIR
ALL COUNCIL MEMBERS

WE, YOUR COMMITTEE ON FINANCE TO WHOM WAS

REFERRED AN (ORDINANCE) XXXXXX (RESOLUTION) AUTHORIZING AND PROVIDING
THE ISSUANCE OF ECONOMIC DEVELOPMENT REVENUE REFUNDING BONDS SERIES 1995
(CRAFTLINE ACQUISITION, CORP. PROJECT) -- AMOUNT OF \$1,375,000

HAVE HAD SAID (ORDINANCE) XXXXXX (RESOLUTION) UNDER CONSIDERATION
AND BEG LEAVE TO REPORT BACK TO THE COMMON COUNCIL THAT SAID
(ORDINANCE) XXXXXX

DO PASS

DO NOT PASS

ABSTAIN

NO REC

<u>Mark C. Henry</u>	<u> </u>	<u> </u>	<u> </u>
<u>D. S. Johnson</u>	<u> </u>	<u> </u>	<u> </u>
<u>Philip J. Farley</u>	<u> </u>	<u> </u>	<u> </u>
<u>Carol M. May</u>	<u> </u>	<u> </u>	<u> </u>
<u>Sam Talarico</u>	<u> </u>	<u> </u>	<u> </u>
<u>John P. Henry</u>	<u> </u>	<u> </u>	<u> </u>
<u>Jeanne Addisbury</u>	<u> </u>	<u> </u>	<u> </u>
<u>Lebbe Davis</u>	<u> </u>	<u> </u>	<u> </u>

DATED: 8-22-95

Sandra E. Kennedy
City Clerk

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ORDINANCE AUTHORIZING AND PROVIDING FOR THE ISSUANCE BY THE CITY OF FORT WAYNE, INDIANA OF ITS ECONOMIC DEVELOPMENT REVENUE REFUNDING BONDS SERIES 1995 (CRAFTLINE ACQUISITION CORP. PROJECT) IN A PRINCIPAL AMOUNT NOT TO EXCEED \$1,375,000 FOR THE PURPOSE OF REFUNDING THE PRIOR OBLIGATIONS OF THE CITY ISSUED FOR THE BENEFIT OF CRAFTLINE ACQUISITION CORP. AUTHORIZING THE EXECUTION, DELIVERY AND PERFORMANCE OF A LOAN AGREEMENT, AN INDENTURE OF TRUST AND RELATED DOCUMENTS WITH RESPECT TO SAID BONDS; AND AUTHORIZING AND PRESCRIBING OTHER MATTERS PERTAINING TO THE ISSUANCE OF SAID BONDS.

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WHEREAS, the City of Fort Wayne, Indiana (the "Issuer"), is authorized and empowered by the Indiana Code 36-7-12, as supplemented and amended (the "Act"), to finance any land, building or other improvement suitable for industrial, commercial or manufacturing enterprises for the purposes set forth in the Act; and

WHEREAS, under the Act, the Issuer is empowered to refund revenue bonds so issued from time to time by the issuance of additional revenue bonds of the Issuer; and

WHEREAS, Craftline Acquisition Corp., an Indiana corporation, (the "Developer"), has acquired, constructed and equipped certain manufacturing facilities (the "Project"), located in Fort Wayne, Indiana, and the Issuer, in order to finance a portion of the costs of the Project pursuant to the provisions of the Act, heretofore has issued and sold its Economic Development Revenue Bonds (Craftline Acquisition Corp Project) Series 1990, in the principal amount of \$2,000,000 (the "Prior Bonds") which are now outstanding in the principal amount of \$1,375,000; and

WHEREAS, the Developer now proposes to cause the Prior Bonds to be redeemed and, in order to permit interest cost savings anticipated by the Developer and in furtherance of the purposes set forth in the Act, the Issuer wishes to refund the Prior Bonds by the sale and issuance of its refunding revenue bonds, and authorizing such actions as might be required to implement such stated intention; and

WHEREAS, this Common Council is the elected legislative body of Fort Wayne, Indiana and is the applicable elected representative required to approve the issuance of the hereinafter-described Bonds within the meaning of Section 147(f) of the Internal Revenue Code of 1986, as amended; and

WHEREAS, the Fort Wayne Economic Development Commission has performed all action required by it of the Act preliminary to the adoption of this Bond Ordinance and has approved and forwarded to this Common Council forms of the documents referred to in the following paragraphs; and

WHEREAS, pursuant to and in accordance with the provisions of the Act, the Issuer is now prepared to

1 proceed with the refunding of the Prior Bonds and to
2 issue and sell its Economic Development Revenue Bonds
3 Series 1995 (Craftline Acquisition Corp. Project) in a
4 principal amount not to exceed \$1,375,000 (the "Bonds")
5 pursuant to the following:

- 6 (a) Loan Agreement dated as of August 1, 1995
7 (the "Agreement") between the Issuer and
8 the Developer, including the Promissory
9 Note (the "Note") of the Developer issued
thereunder;
- 10 (b) Indenture of Trust dated as of August 1,
11 1995 (the "Indenture") from the Issuer to
12 the trustee named therein (the
13 "Trustee"); and

14 WHEREAS, forms of the Agreement and the Indenture
15 have been presented to and are before this meeting; and

16 WHEREAS, the Act and all documents to be signed by
17 the Issuer provide that the Bonds shall never constitute
18 the debt or indebtedness of the Issuer within the meaning
19 of the constitution or statutes of the State of Indiana,
20 and shall not constitute nor give rise to a pecuniary
21 liability of the Issuer or a charge against its general
22 credit or taxing powers and that the Bonds will be
23 payable from and secured only by the revenues arising
24 from the pledge and assignment under the Indenture and
25 the Issuer's rights under the Agreement.

26 NOW, THEREFORE, BE IT ORDAINED, by the Common
27 Council of the City of Fort Wayne, Indiana, as follows:

28 Section 1. Pursuant to the Act, this Common Council
29 does hereby authorize the refunding of the Prior Bonds in
30 accordance with the terms of the Agreement and the
31 Indenture and does hereby determine it is in furtherance
32 of the public purposes set forth in the Act and that,
therefore, providing continued financing by refunding the
Prior Bonds issued to finance the Project through the
issuance and sale of the Bonds is in the public interest.

Section 2. To refund in whole the outstanding
principal amount of the Prior Bonds, the Issuer does
hereby authorize the issuance of its revenue refunding
bonds under the Act, to be designated Economic Development
Revenue Refunding Bonds Series 1995 (Craftline
Acquisition Corp. Project), in a principal amount not to
exceed \$1,375,000. The Bonds mature serially at the time
and in the amounts set forth in the Indenture and will
have a stated maturity date of September 1, 2004.
Interest on the bonds shall be payable on the first date
of each month of each year payable on the first day of
each month of each year, commencing March 1, 1996, at the
place and in the medium provided in the Indenture and
semi-annually thereafter. The Bonds shall bear interest
in seven (7) day adjustable mode at an initial rate of
between 2% and 7%. The Bonds shall be dated, shall be
substantially in the form and in the denominations and
shall have the terms and provisions (including, without
limitation, provisions relating to their registration,
authentication and redemption) provided for in this
Ordinance and in the Indenture.

Section 3. The Bonds are to be issued in accordance
with and pursuant to the Agreement and in the Indenture.
The Agreement provides for the issuance of the Bonds
pursuant to the Indenture solely for the purpose of
refunding the Prior Bonds. The Bonds are to be secured

1 solely and only by a pledge and assignment to the Trustee
2 of rights of the Issuer under the Agreement (except
3 certain rights to indemnification and expenses of the
4 Issuer) and the Note of the Developer. The Agreement
5 further provides for certain representations and
6 warranties by the Issuer and the Developer, for certain
7 affirmative covenants, and or remedies in connection with
8 the failure to perform certain covenants thereunder. The
9 Indenture specifically provides that no provision of the
10 Bonds shall constitute the debt or indebtedness of the
11 Issuer within the meaning of any provision or limitation
12 of the constitution or statutes of the State of Indiana,
13 and shall not constitute nor give rise to a pecuniary
14 liability of the Issuer or a charge against its general
15 credit or taxing powers. Recourse on the Bonds executed
16 and delivered by the Issuer pursuant to the Agreement and
17 the Indenture may be had only against the security for
18 the Bonds as provided therein and in the Agreement and
19 the Indenture.

20 Section 4. The Mayor of the Issuer is hereby
21 authorized, empowered and directed to execute the Bonds
22 by his or her manual or facsimile signatures and the City
23 Clerk of the Issuer is hereby authorized, empowered and
24 directed to attest the Bonds by his or her manual or
25 facsimile signature, and the official seal of the Issuer
26 or the facsimile thereof shall be affixed thereto or
27 imprinted thereon, and the Mayor and the City Clerk of
28 the Issuer shall cause the Bonds, as so executed and
29 attested, to be delivered to the Trustee under the
30 Indenture. In case any official whose signature should
31 appear on any Bonds shall cease to be such official
32 before the delivery of such Bonds, such signature shall
33 nevertheless be valid and sufficient for all purposes,
34 the same as if he or she had remained in the office until
35 delivery.

36 Section 5. The Issuer has no obligation with
37 respect to the Project except as authorized hereby, and
38 all costs, expense, taxes, governmental charges and fees
39 and charges with respect to the Project shall be paid by
40 the Developer.

41 Section 6. The Indenture is hereby approved in
42 substantially the form submitted to this meeting, and the
43 Mayor and the City Clerk of the Issuer are hereby
44 authorized and directed to execute, acknowledge and
45 deliver the Indenture with such changes therein as shall
46 be approved by such persons executing any such documents,
47 and without the need for further approval of this
48 Council, their execution to constitute conclusive
49 evidence of such approval, and the City Clerk is hereby
50 authorized and directed to affix to the Indenture the
51 corporate seal of the Issuer.

52 Section 7. The appointment of Norwest Bank,
53 Indiana, National Association as Trustee and Paying Agent
54 pursuant to the Indenture is hereby approved.

55 Section 8. The Agreement is hereby approved in
56 substantially the form submitted to this meeting, and the
57 Mayor and the City Clerk of the Issuer are hereby
58 authorized and directed to execute, acknowledge and
59 deliver the Agreement with such changes therein as shall
60 be approved by such persons executing such document and
61 without the need for the further approval of this
62 Council, their execution to constitute conclusive
63 evidence of such approval, and the City Clerk is hereby
64 authorized and directed to affix to the Agreement the
65 corporate seal of the Issuer.

Section 9. The authorized officials of the Issuer are hereby empowered and directed to execute and deliver all other documents and instruments which may be required in connection with the issuance and delivery of the Bonds. For purposes of this section "authorized officials of the Issuer" shall mean the Mayor or the City Clerk of the Issuer.

Section 10. It is the intention of the Common Council that this Ordinance shall constitute the approval of said Common Council under Section 147(f) of the Internal Revenue Code of 1986, as amended.

Section 11. If any provisions of this Resolution shall be held or deemed to be or shall, in fact, be illegal, inoperative or unenforceable, the same shall not affect any other provision herein contained or render the same invalid, inoperative or unenforceable to any extent whatever; provided that no holding of invalidity shall require the Issuer to make any payments from revenues other than those derived from the Agreement and the Note in the Indenture.

Section 12. No recourse shall be had for the payment of the principal of and interest on the Bonds or for any claim based thereon or upon any obligation, covenant or agreement contained in the Agreement or the Indenture against any past, present or future member, officer or employee of the Issuer, or any incorporator, member, officer, employee, director or trustee of any successor entity, as such, either directly or through the Issuer or any successor entity, under any rule of law or equity, statute or constitution or by the enforcement of any assessment or penalty or otherwise.

Section 13. All resolutions and regulations or parts thereof heretofore adopted or passed which are in conflict with any of the provisions of this Ordinance are, to the extent of such conflict, hereby repealed.

Section 14. That this Ordinance shall be in full force and effect from and after its passage and any and all necessary approval by the Mayor.

APPROVED AS TO FORM
AND LEGALITY

J. Timothy McCaulay



The City of Fort Wayne

Paul Helmke, Mayor

July 25, 1995

To the Members of Common Council:

J.95-07-11
(as amended)

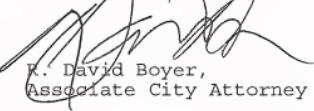
Enclosed please find an ordinance to authorize the issuance of refunding (refinancing) Revenue bonds for Craftline Acquisition Corp. to allow them to improve cash flow and strengthen their position as an Allen County Employer.

The ordinance approves the financing and authorizes the execution of the necessary documents. This bond issue is a limited obligation issue and does not impact the tax rate or the city's bonding capacity.

A failure to pass the ordinance would cause the borrower to face higher interest expenses and adversely impact their cash flow.

Very truly yours,

CITY OF FORT WAYNE ECONOMIC
DEVELOPMENT COMMISSION


K. David Boyer,
Associate City Attorney

RDB:alc
Enclosure

DIGEST SHEET

TITLE OF ORDINANCE: ORDINANCE AUTHORIZING AND PROVIDING FOR THE ISSUANCE BY THE CITY OF FORT WAYNE, INDIANA OF ITS ECONOMIC DEVELOPMENT REFUNDING REVENUE BONDS SERIES 1995 (CRAFTLINE ACQUISITION CORP. PROJECT) IN THE PRINCIPAL AMOUNT OF \$1,375,000.00 FOR THE PURPOSE OF REFUNDING PRIOR OBLIGATIONS OF THE CITY ISSUED FOR THE BENEFIT OF CRAFTLINE ACQUISITION CORP. AUTHORIZING THE EXECUTION, DELIVERY AND PERFORMANCE OF A LOAN AGREEMENT, AN INDENTURE OF TRUST AND RELATED DOCUMENTS WITH RESPECT TO SAID BONDS; AND AUTHORIZING AND PRESCRIBING OTHER MATTERS PERTAINING TO THE ISSUANCE OF SAID BONDS.

DEPARTMENT REQUESTING ORDINANCE: Economic Development

SYNOPSIS OF ORDINANCE: This ordinance enables a refunding (refinancing) of a 1990 Economic Development Revenue Bond issue reducing the principal amount from 2,000,000.00 to \$1,375,000.00 at market rates.

EFFECT OF PASSAGE: CRAFTLINE ACQUISITION CORP. will be enabled to secure updated financing at current market rates.

EFFECT OF NON-PASSAGE: Refinancing will fail.

MONEY INVOLVED (DIRECT COSTS, EXPENDITURES, SAVINGS): None.

ASSIGNED TO COMMITTEE (PRESIDENT): _____